NSC BRIEFING

4 November 1953

SINO-SOVIET RELATIONS

- I. No fundamental change in the Sino-Soviet relationship since Stalin's death:
 - A. Peiping's status in Soviet bloc remains far superior to that of Eastern European satellites;
 - B. At the same time, Peiping remains firmly committed to the Soviet worldview and world program;
 - C. Peiping's economic and military dependence on the Soviet Union is great and increasing;
 - D. Prospect is for the Sino-Soviet alliance to remain firm.
- II. Moscow has not moved farther toward direct control of Peiping:
 - A. Moscow gives Mao Tse-tung special stature among non-Russian Communist

NSA review completed

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- B. Moscow gives China special mention, distinct from the "People's Democracies";
- C. Soviet propaganda has begun to insist that China is a world power politically and militarily;
- D. Moscow is again presenting China, after at two-year silence on this subject, as the model for other Asian Communist movements;

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puting Peiping's authority in the border regions of Northeast China

(Manchuria), Inner Mongolia, Sinkiang, and Tibet, although the Port Arthur

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naval base area continues to be occupied at

Peiping's request; under cyknomer.
The current purge of the Chinese Com-

- G. The current purge of the Chinese Communist Party, which may involve several central committee members, does not seem to be directed by Moscow.
- III. The Peiping regime, Moscow's only genuine ally, remains faithful:
 - A. Although the Kremlin would presumably prefer to control Peiping directly, it does not need to do so at this time;
 - B. Peiping has repeatedly expressed its confidence in the new Soviet leader-ship, has reaffirmed that Sino-Soviet friendship is "unbreakable," and has insisted that the Chinese Communist Party will continue to be modeled on the Soviet Party;

professes

- C. Recognizing Peiping's fidelity,

 Malenkov has recently stated publicly

 that the future of China is "in

 reliable hands";
- D. Peiping has continued to follow the Soviet lead in all foreign affairs; no difference between Soviet and Chinese public positions on any international issue, and no known difference in their private views.
- IV. Moscow and Peiping continue to coordinate their actions in the Far Eastern Communist program:
 - A. They have the common aims of eliminating Western influence from the area,
 annexing "colonial" Asia to the orbit,
 and preventing resurgence of an armed
 non-Communist Japan;

- B. In current phase of effort, which since mid-1951 has been emphasizing political forms of action, they show same coordination that they displayed during the primarily military phase from 1948 to mid-1951;
- C. Moscow sketches the main lines of the Far Eastern program, which has relied primarily on efforts of indigenous "liberation" movements, while Peiping plays a leading role in this program;
- D. The Asian "liberation" movements in Korea, Indochina, Burma, Malaya, the Philippines, Indonesia and India continue to acknowledge Soviet primacy while receiving outside aid principally from Peiping;

Ε. Rumors of Sino-Soviet disagreement on Korean issues cannot be confirmed; both to delay, prevent seem to wish to li to avoid an expansion of hostilities, and to exploit "neutralist" sentiment in a Korean political conference; 🤳

F. Similarly, no evidence of Sino-Soviet dispute on Indochina; neither party seems to be planning another Korea-type venture in Indochina, both encourage French sentiment for a negotiated

settlement

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Sino-Soviet economic relations show strong **v**. Soviet support of Chinese program and

Chinese intention to remain faithful:

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A. Not generally realized that, ever since establishment of Peiping regime,

Moscow has been careful to treat

where dealin.

Peiping fairly in economic matters;

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F. China's construction program, begun this year, will depend heavily for its success on Soviet aid, Soviet loans, and Soviet bloc industrial equipment;

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Have been launched if Delping were thinking of any change in its orientation in the next several years;

Suro-

H. The Soviet aid agreement signed in summer 1953, after talks in Moscow beginning in August 1952, provides for Soviet assistance in the construction of 141 major projects, 50 of which are known to be under way;

Chart

- Among the projects being completed this year are the installation of two 85,000-kilowatt turbo-generators in central Manchuria, five steel plants at Anshan (Manchuria), and 10 large machinery factories (all but one in Manchuria); Soviets nevertheless have not returned all of equipment looted from Manchuria in 1945;
- J. Other evidence of integration of Chinese economy into Soviet orbit is drastic reorientation of China's trade; orbit's proportion of all China's

Clark

K.

foreign trade rose from 26 percent in 1950 to 72 percent in 1952 and will be about the same this year;

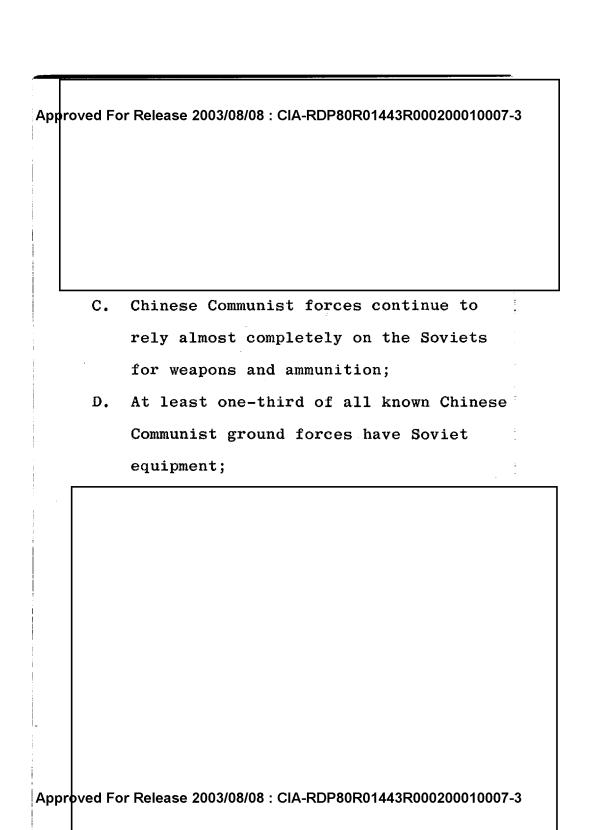
Of the \$600,000,000 to \$700,000,000 worth of goods imported this year from the USSR alone (the Satellites supplying another \$200,000,000), it is estimated that military material and aviation equipment represent 25%, industrial and transportation equipment 20%, petroleum products 7%, metals 7%, and miscellaneous goods the remainder;

Possible that, during Korean war,

Peiping received an outright grant or
other secret loans to finance its military efforts, as its known credits and
exports appeared inadequate for this
purpose;

M. Peiping's propaganda also shows
recognition of the need for Soviet
advisory as well as material aid, and
suggests that these advisors will play
an increasingly overt and authoritative
role;

- N. In sum, Soviet aid and credits have almost certainly been sufficient to deter Peiping from contemplating defection.
- VI. Moscow and Peiping are still working to build a modern Chinese military establishment:
 - A. Sino-Soviet Treaty of 1950 provides for joint defense and both parties periodically warn the West of this fact;



- VII. Moscow and Peiping take different lines on only one known issue: The stature of Mao Tse-tung:
 - A. Soviet propaganda, while recognizing

 Mao's "great contribution" to the Communist cause, has generally credited

- him only with developing Soviet theses on the Chinese revolution rather than originating his own;
- B. Peiping's propaganda has usually claimed for Mao a larger role as theorist and tactician, specifically citing the "ideology of Mao Tse-tung";
- C. Moreover, Peiping has continued to praise Mao's personal leadership in strong terms -- "our great leader and teacher, Mao Tse-tung" and "the era of Mao Tse-tung" -- despite the Soviet emphasis since Stalin's death on"collective leadership";
- D. However, both Moscow and Peiping are compromising in their propaganda on these points -- Moscow is granting Mao greater stature, Peiping is claiming less -- and both seem to wish to avoid a dispute.

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VIII. Despite areas of potential Sino-Soviet

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conflict, the prospect is for Sino
fuction.

Soviet alliance to remain firm:

- A. There may be disputes over the levels and terms of Soviet economic and military aid to China;
- B. Disagreement is possible on the strategy, tactics, and Soviet and Chinese roles in the Far Eastern Communist program;
- C. The Soviets may press for a stronger position in the border regions, which Peiping wishes to keep under its authority,
- D. Moscow may attempt to intervene in Chinese internal affairs, for example, the current "reorganization" of the Chinese Communist Party and

the rate at which Peiping moves from "new democracy" to "socialism";

- E. , In working out the many matters of common concern, some friction will be unavoidable;
- munist fidelity to Moscow, the

 Kremlin's shrewd behavior with the

 Chinese for the past several years,

 and the many joint Sino-Soviet acti
 vities currently under way, all lead

 us to believe that there will be no

 significant weakening of the Sino
 Soviet alliance in the foreseeable

 future.

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Mas in full control - famy
+ adminimination - doing ong
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world. Discontented Mis submi
This maybe "Write of discontent" due famines bad adminimination

I Time to century count plan Toward bushing Porping from Mossen

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